STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940

LARGE MINING OPERATIONS 2006 PROGRESS REPORT January 1, 2006 to December 31, 2006

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

- Mine Permit Number: M470066 1.
- 2. Mine Name: Diamond Mountain Resources Limestone Mine
- Name of Operator/Permittee: Deseret Power / Diamond Mountain Resources 3. Note: If Operator's address, company representative or phone number have changed, please provide a replacement page to the Notice of Intention.
- Mine Location: 4.

UMC 363617 Diamond Mountain Resources # 9 SE 1/4 Sec 16 T.1 South R.22 East UMC 363618 Diamond Mountain Resources # 10 SW 1/4 Sec15 T.1 South R.22 East UMC 363624 Diamond Mountain Resources # 16 NE ¼ Sec21 T.1 South R.22 East UMC 363602 Diamond Mountain Resources # 17 NW 1/4 Sec22 T.1 South R.22 East

5. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material:

Gross Ore Mined **106.145** Tons, or Waste Material Moved **30,000** Tons, or _____ yd³ **0** Acres during 2006 New Disturbance Area Reclaimed 2.7 Acres during 2006 17 Acres*

Total Disturbed Area

Was the ore shipped off site? If not, where is the ore located? 58,047 tons shipped off site, the rest is stored on site.

Where is the waste located? Used on site to backfill pit area.

*Total life of mine disturbance to the end of 2006.

Briefly describe the reclamation work performed during the past year. A map showing 6. reclaimed areas and dates is suggested. (Submit form MR-SITE for an application for full or partial bond/site release).

See map for reclaimed areas. The 2006 reclamation was as follows; the area around the generator sediment pond was reseeded to promote growth and hold the top soil, the East borrow ditch along the East pit access road was reseeded, two areas in quadrant G-5 and I-5 were also reseeded, and we seeded the topsoil pile. The topsoil pile is approximately three feet deep and 0.6 acres. We are not submitting form MR-SITE, as all seeded and reseeded areas are still considered new growth CEIVED

Reviewed 2/16/0

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7. Include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.

Please see attached map.

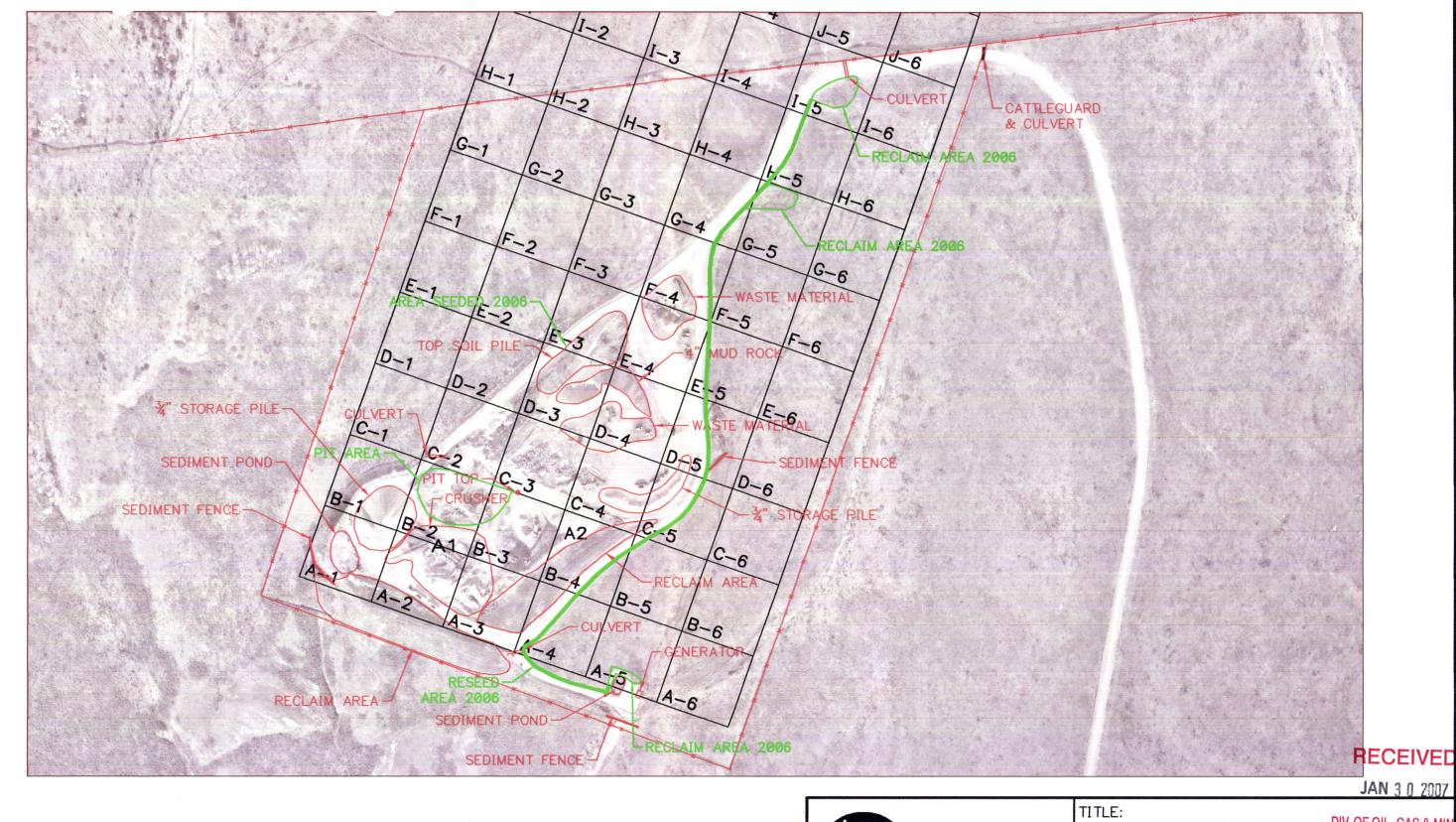
I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): Larry Jorgensen

Title of Operator: Operations Superintendent, Deseret Power

Signature of Operator: Jarry Jorgensen

Date: Thursday, January 25, 2007



INITIAL RELEASE

REVISIONS

TITLE:

LIMESTONE MINE MAPOFOIL, GAS & MIN 2006 STATE REPORT

CAD FILE NAME: LIMESTONE 20061114.DWG

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